App. F. IX-4

Previous References 1934.5 File No. ~~100-34~~ 3-34

(~~d~~) **Serial Nos.** 5, 6

L. M.

Later References.

preserve

p. 8(c)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Two

Part B for

SUBJECT.

Modification to section 11 of Mysore Co-operative Societies Regulation

---

O 6558 dt 10-4-35

to Complete.

M G

Notifies the amendment to-

WD 01965—GPB—15,000—7-7-34

General and Revenue Secretariat

GS. File No. 60 of 1934

[App. F. III-2

Serial No.

3. The Registrar of C. Societies
No. 7168 of 27-2-1935.

Proposes certain modification to Section 14 Sub Section (2) (b) of the Mysore Cooperative Regln. making it applicable to R.M. Bank.

According to Byelaw 22(a) of the R.M. Bank, a member is permitted to withdraw the Share or Shares held by him only after the expiry of 10 years from the date the Share was alloted to him - The Share not being marketable the only Course now left to a member is to transfer his Share to another member. - The Share Value in the Bank being of a fairly high Value, the member who wants to transfer his Share may not easily find a transferee as the intending ~~transferer~~ will have no means of realising his Share investment in the Bank for a long period of 10 years. To afford better facilities to members who want to withdraw their Shares ~~&~~ at the same time not affecting the work Capital This amendment is now

Note—Contn. Sheet.

5481/P/3

LM
GS File No. 3 of 1934

General and Revenue
Secretariat

proposed by the Registrar.

The opinion of the Law Secretariat may perhaps be necessary

Sd/- 24/2/35

The amendment proposed may be approved in consultation with the Law Sectt.

Dev. Secy)

5/3/35

Law Secretary For remarks

24.3.35

OFFICE OF THE FIRST MEMBER OF COUNCIL 30

5817
5/3

220
Law
26/3

Under sec 47 of the C.S. Regn the Govt may by general or special order direct that such provisions of the Regn shall apply to the society with such modifications as may be specified in the order.

There ~~[illegible]~~ is therefore no legal objection to the amendment proposed.

TSD 26/3

A special order under sec 47 as proposed by the Registrar may be made.

Dev Secy)

28/3

First Member

30.3

5887
29/3

OFFICE FIRST MEMBER 30 MAR 1935 5993

1/4. 1.4.

Two drafts made
5/4

Issue Notification.
Separate G.O. not necessary.

7/4/35

TYPING SECTION 8 APR 1935 GENL. & R. SECTT.

Ag

4103

7

General and Revenue Secretariat Lr File No. 3 of 1934 [App. F. III–2

Serial No. 6.

No. D 6558 dt 10-4-35.

To - The Compiler, M.G.

Notifies the amendment proposed in Sl. 5.

27 APR. 1935
DEVELOPMENT BRANCH.

NOTE—Contn. Shee

L.M 3-34-
~~C.S. 60-34-3~~

No. 7150 C.S.

Telegraphic Address:
"CO-OPERT"
BANGALORE

GOVERNMENT OF MYSORE.

DEPARTMENT OF CO-OPERATION.

OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES
IN MYSORE.

Dated, Bangalore, 27 February *1935*.

4103 (1

From

GULAM MOHADIN MEHKRI, Esq., B.A., LL.B.,
Registrar of Co-operative Societies in Mysore,
BANGALORE.

To

M.Venkatanaranappa, Esq., B.A.,
Secretary to the Government of Mysore,
Development Department, Bangalore.

Sir,

Re: Section 14 of the Mysore Co-operative Societies' Regulatio

I have the honour to state that under Sub-Section (2)(b) of Section 14 of the Mysore Co-operative Societies' Regulation, a member of a Co-operative Society shall not transfer any share held by him or his interest in the capital of the society or any part thereof unless "the transfer or charge is made to the society or to a member of the society". Hence transfers cannot be made by him to persons who are not already members of the society. This rule applies in common with all Co-operative Societies to the Mysore Co-operative Land Mortgage Bank.

The maximum borrowing power of the Land Mortgage Bank has been fixed in its byelaw No.17(b) to 16 times the subscribed share capital plus reserve fund, and it is therefore of great importance to the Bank to prevent the depletion of its share capital and reserve fund so as to preserve and augment its borrowing capacity at or to an adequate extent to meet all legitimate demands for loans from its members. Further since the Bank deals in long term loans and consequently its working capital will have been locked up for fairly long periods, it cannot afford to - allow a free withdrawal of shares. Accordingly Byelaw 22(a) of the Bank permits withdrawal of any of the shares held by a member only after the xxx expiry of ten years from the date when such shares were allotted to him, and these shares not being marketable the only means by which a - member could obtain back his share money within the above period of 10 years, in case a necessity therefor arises would be by transferring his share or shares to another member. The shares in the Bank are of fairly high value and by restricting their transfers to one already owning other shares in the Bank, may not always find a transferee among them, an the intending transferer would have no means of realising his share investments in the Bank for a long period of 10 years. To afford better facilities for such persons without at the same time affecting the working capital of the Bank, I recommend that Government may in exercise of the powers vested in them under Section 47 of the Co-operative Societies' Regulation No.VII of 1918 as amended from time to time, direct that the provisions of Sub-Section (2)(b) of Section 14 of the Regulation shall apply to the Mysore Co-operative Land Mortgage Bank with the modification noted hereunder:-

Section 14 Sub-Section (2)(b):

> "The transfer or charge is made to the society or to a member of the society or to a person whose application for membership has been accepted by the society."

I have the honour to be,
Sir,
Your most obedient servant,

Registrar. 27/2

L.S.26/2.

G. R. S. App. F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

Notification

No. D 6558 / L.M. 3-34-6

dated 10/4/35

g 10/4/35

Signed By H. Venkataswamy

In exercise of the powers vested in them under Section 47 of the Cooperative Societies' Regulation No. VII of 1918 as amended from time to time, the Govt. of H. H. the Maharaja of Mysore are pleased to direct that the provisions of Sub-section (2)(b) of Section 14 of the Regulation shall apply to the Mysore Cooperative Land Mortgage Bank with the modification noted hereunder:

Section 14. Sub-section (2)(b)

"The transfer or charge is made to the Society or to a member of the Society, or to a person whose applicat for membership has been accepted by the Society."

By order

Secy 7/4/35 Dev. Secy.

To the Compiler. Mys. Gaz. for publication in Pt IV of the Gazette with a request that 100 spare copies of the notifn may be furnished to the Secretariat

Copy to the Regr of C.S. D 6359

NOTIFICATION.

No. D. 6558—L. M. 3-34-6, dated Bangalore,
9—10th April 1935.

In exercise of the powers vested in them under Section 47 of the Co-operative Societies' Regulation No. VII of 1918 as amended from time to time, the Government of His Highness the Maharaja of Mysore are pleased to direct that the provisions of Sub-Section (2) (*b*) of Section 14 of the Regulation shall apply to the Mysore Co-operative Land Mortgage Bank with the modifications noted hereunder:—

> Section 14, Sub-Section (2) (*b*)—"The transfer or charge is made to the Society or to a member of the Society *or to a person whose application for membership has been accepted by the Society.*"

By Order,
M. VENKATANARANAPPA,
Secretary to Government,
Development Department.

Printed by the Superintendent at the Government Press, Bangalore.